

**IN THE UNITED STATES DISTRICT COURT  
FOR THE DISTRICT OF DELAWARE**

JOEL S. ARIO, in his official capacity as	)	
Insurance Commissioner of the Commonwealth of	)	
Pennsylvania, as Liquidator of RELIANCE	)	C.A. No. 07-048-JJF
INSURANCE COMPANY (IN LIQUIDATION),	)	
	)	
Plaintiff,	)	
	)	
v.	)	
	)	
PAULA FINANCIAL,	)	
	)	
Defendant.	)	

**STIPULATION OF DISMISSAL WITH PREJUDICE**

IT IS HEREBY STIPULATED AND AGREED by the parties hereto, subject to the approval of the Court, that all claims and counterclaims asserted by the parties in the above-captioned action are dismissed with prejudice pursuant to Fed. R. Civ. P. 41. Each party to this action will bear its own costs and attorneys' fees.

**FOX ROTHSCHILD LLP**

/s/ Sheldon K. Rennie (#3772)  
Sheldon K. Rennie (#3772)  
Fox Rothschild, LLP  
919 N. Market Street, Suite 1300  
P.O. Box 2323  
Wilmington, DE 19899-2323  
(302) 622-4202  
srennie@foxrothschild.com

*Attorney for Plaintiff*

Dated: June 5, 2008

**RICHARDS, LAYTON & FINGER P.A.**

/s/ Chad M. Shandler (#3796)  
Chad M. Shandler (#3796)  
Richards, Layton & Finger, P.A.  
One Rodney Square  
P.O. Box 551  
Wilmington, DE 19899  
(302) 651-7700  
shandler@rlf.com

*Attorney for Defendant*

Dated: June 5, 2008

SO ORDERED THIS \_\_\_\_\_ day of \_\_\_\_\_, 2008

\_\_\_\_\_  
United States District Judge